

Stan of Utah DEPARTMENT OF NATURAL RESOURCES Division of Oil, Gas & Mining

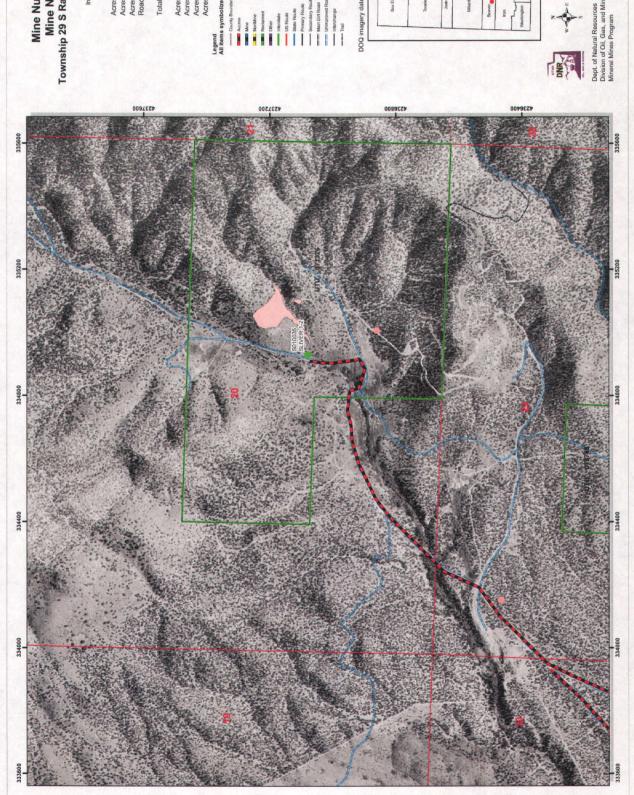
MICHAEL R. STYLER Executive Director

JOHN R. BAZA Division Director

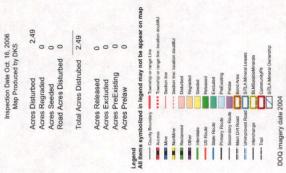
Inspection Report Minerals Regulatory Program Report Date: October 26, 2006

Supervisor ____

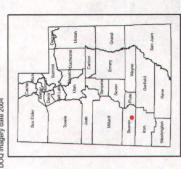
Mine Name: Sliver 1-2 Operator Name: Penney's Gemstones, LLC 2400 E 30 S Box 312 Beaver, UT 84713-0312 Inspector(s): Daron Haddock and Dan Smith Other Participants: none Mine Status: Active	Permit number: S/001/035 Inspection Date: October 16, 2006 Time: 5:00 pm to 5:05 pm Weather: few clouds, cool
Elements of Inspection 1. Permits, Revisions, Transfer, Bonds	Evaluated Comment Enforcement
 Public Safety (shafts, adits, trash, signs, highwalls) Protection of Drainages / Erosion Control Deleterious Material Roads (maintenance, surfacing, dust control, safety) Concurrent Reclamation Backfilling/Grading (trenches, pits, roads, highwalls, shafts, drill holes) Water Impoundments Soils Revegetation Air Quality Other 	
Purpose of Inspection: Routine inspection while in the	area.
Directions to Site: Take dirt/gravel road immediately north of Minersville. Go approximately 3.5 miles to mine site. Inspection Summary: No activity is occurring at the site nor has there been any recent activity. The site remains the same as it was over a year ago when I last visited the site with a large pit excavated and a large rock face left exposed. I did not see any evidence of environmental harm or degradation occurring.	
Conclusions and Recommendations: The Division should continue to monitor the site. Recomining is planned for the area. Inspector's Signature	
drh:pb cc: Operator BLM P:\GROUPS\MINERALS\WP\M001-Beaver\S0010035-Sliver1-2\inspections\in	



Mine Number: S0010035 Mine Name: Sliver 1-2 Township 29 S Range 09 W Section 20 SLBM













Feet 1:7,500 1 inch equals 625 feet Verify Scale